

1.0 PROJECT NARRATIVE
40 CFR 146.81

MARQUIS BIOCARBON PROJECT

Facility Information

Facility name: MARQUIS BIOCARBON PROJECT

Facility contact: ELIZABETH STEINHOOR
DIRECTOR OF ENVIRONMENTAL AFFAIRS
10000 MARQUIS DRIVE, HENNEPIN, IL 61327
815.925.7300 / BETHSTEINHOOR@MARQUISENERGY.COM

Well name: MCI CCS 3

Well location: PUTNAM COUNTY, ILLINOIS
Non Responsive -- Geological information

Table of Contents

1.0	Project Narrative	9
1.1	Project Background and Contact Information.....	9
1.1.1	Project Goals	9
1.1.2	Partners/Collaborators.....	10
1.1.3	Overview of the Project Timeframe	10
1.1.4	Proposed Injection Mass/Volume and CO ₂ Source	11
1.1.5	Injection Depth Waiver or Aquifer Exemption Requested.....	12
1.1.6	Other Administrative Information	12
1.2	Site Characterization	12
1.2.1	Regional Geology, Hydrogeology, and Local Structural Geology [40 CFR 146.82(a)(3)(vi)]	12
1.2.2	Maps and Cross Sections of the AoR [40 CFR 146.82(a)(2), 146.82(a)(3)(i)]	17
1.2.3	Faults and Fractures [40 CFR 146.82(a)(3)(ii)]	20
1.2.4	Injection and Confining Zone Details [40 CFR 146.82(a)(3)(iii)]	20
1.2.5	Geomechanical and Petrophysical Information [40 CFR 146.82(a)(3)(iv)]	32
1.2.6	Seismic History [40 CFR 146.82(a)(3)(v)]	32
1.2.7	Hydrologic and Hydrogeologic Information [40 CFR 146.82(a)(3)(vi), 146.82(a)(5)]	35
1.2.8	Geochemistry [40 CFR 146.82(a)(6)]	35
1.2.9	Other Information (Including Surface Air and/or Soil Gas Data, if Applicable) ...	37
1.2.10	Site Suitability [40 CFR 146.83]	37
1.3	Permit Section 2.0: AoR and Corrective Action	37
1.4	Permit Section 3.0: Financial Responsibility	38
1.5	Permit Section 4.0: Injection Well Construction	38
1.5.1	Proposed Stimulation Program [40 CFR 146.82(a)(9)]	38
1.5.2	Construction Procedures [40 CFR 146.2(a)(12)]	38
1.5.3	Casing and Cementing	38
1.6	Permit Section 5.0: Pre-Operational Logging and Testing	40
1.7	Permit Section 6.0: Well Operations.....	40
1.7.1	Operational Procedures [40 CFR 146.82(a)(10)].....	40
1.7.2	Proposed Carbon Dioxide Stream [40 CFR 146.82(a)(7)(iii) and (iv)].....	43
1.8	Permit Section 7.0: Testing and Monitoring	43

1.9	Permit Section 8.0: Injection Well Plugging.....	47
1.10	Permit Section 9.0: Post-Injection Site Care (PISC) and Site Closure.....	48
1.11	Permit Section 10.0: Emergency and Remedial Response.....	48
1.12	Injection Depth Waiver and Aquifer Exemption Expansion.....	49
1.13	Other Information	49
References		50

List of Tables

Table 1-1: Key project partners and collaborators.....	10
Table 1-2: Project Gantt Chart.....	11
Table 1-3: Anticipated composition of the CO ₂ stream injected at by the Marquis Biocarbon Project.	11
Table 1-4: General Class VI waste injection well permit application information.	12
Table 1-5: Summary of alternative subsurface scenarios for the Marquis Biocarbon Project.	30
Table 1-6: Casing details.	39
Table 1-7: Cement program for the CO ₂ injection well.....	40
Table 1-8: Proposed operational procedures.....	41
Table 1-9: Wellhead injection stream specifications.	42
Table 1-10: Sampling devices, locations, and frequencies for continuous monitoring.	43
Table 1-11: General schedule and spatial extent for the testing and monitoring activities for the Marquis Biocarbon Project.	46
Table 1-12: Intervals to be plugged and materials/methods used (40 CFR 146.92 (b)(2 – 4)). ...	47

List of Figures

Figure 1-1: The Marquis Biocarbon Project site sits on the northern edge of the Illinois Basin. The Mt. Simon Sandstone in Hennepin, Illinois has been identified as the target injection zone for CO ₂ storage. Also shown are the FutureGen2 and the Illinois Basin – Decatur Project sites, which have demonstrated the capability for CO ₂ storage in the Mt. Simon Sandstone.....	14
Figure 1-2: Stratigraphic column with lithology and hydrostratigraphy for the Marquis Biocarbon Project site based on data from the characterization well, MCI MW 1. ft = feet; MDKB = measured depth below kelly bushing; ppm = parts per million; USDW = underground source of drinking water.	15
Figure 1-3: Principle geologic structures of Illinois (modified from Willman et al., 1975). Red lines A-A' and B-B' are cross section of the region, see Figure 1-5.	17
Figure 1-4: Map showing the modeled CO ₂ plume footprint, AoR, and existing and proposed project wells within the AoR.	19
Figure 1-5: Geologic cross sections near Putnam County featuring the structural configuration of Cambrian strata that contains the target injection zone and caprock. Modified from Willman et al., 1975.....	19
Figure 1-6: Example of 2D seismic line acquired in 2020.	20
Figure 1-7: Mt. Simon Sandstone thickness map over the west-central portion of the Illinois Basin (modified from FutureGen Alliance, 2013).	22
Figure 1-8: Mt. Simon Sandstone elevation depth map over the west-central portion of the Illinois Basin (modified from FutureGen Alliance, 2013).	22
Figure 1-9: Model Zones and corresponding gamma ray, resistivity, and porosity logs. Lower part of the Elmhurst and all the Mt. Simon are considered reservoir, while the upper Elmhurst and Eau Claire shale act as the seal.	23
Figure 1-10: Interpreted Mt. Simon depositional environments and corresponding intraformational zones.	25

Figure 1-11: Example conceptual schematic drawing of the Mt. Simon Zone 5 representing the eolian depositional environment and interpreted orientations at the Marquis site (not to scale), as well as representative bedding features in whole acquired from Mt. Simon Zone 5. Modified from Freiburg et al. (2020).	25
Figure 1-12: Histograms of porosity ranges by facies type showing correlative distributions for the clean sand, dirty sand, and shale facies. Distinctly different distributions for clean sand and dirty sand in Mt. Simons 2 and 3, where normal distribution means are lower.	26
Figure 1-13: Porosity-Permeability cross-plot colored by flow facies showing the utilization of two different transforms, applied by flow-based rock classifications.	27
Figure 1-14: Plot of Cumulative CO ₂ injection (blue) and Bottom Hole Pressure (grey).	28
Figure 1-15: Development of CO ₂ plume after 5 years of injection.	28
Figure 1-16: CO ₂ plume in plan view for selected layers.	29
Figure 1-17: Porosity and permeability relationships for High Side Case (orange line) and Low Side Case (blue line). The numbers on the orange are permeability values, number on the blue line are porosity values.	30
Figure 1-18: CO ₂ plume at wellbore cross section after 3 years of injection. The left plume diagram represents the base case, middle represents the High Side Case, and the right plume diagram represents the Low Side Case.	31
Figure 1-20: CO ₂ plume at layer 153 (used to delineate AoR) at the end of injection, 1, 5 and 10 years after injection stopped for the High Side Case (top row) and Low Side Case (bottom row).	32
Figure 1-21: Regional Historic Earthquakes. Modified after FutureGen Alliance, 2013. Close-up map shown in subsequent figure.	33
Figure 1-22: Local earthquakes since 1900 (modified from USGS, 2021).	34
Figure 1-23: 2014 Regional seismic hazard Map for Illinois (USGS, 2014).	34
Figure 1-24: Chloride and TDS concentrations in the water/brine samples collected from the MCI MW 1 characterization well.	36

List of Abbreviations

Abbreviation	Description
°	Degree
µm	Micrometer
2D	Two-dimensional
3D	Three-dimensional
4D	Four-dimensional
ACZ	Above confining zone
AoR	Area of Review
APT	Annular pressure test
ASTM	American Society for Testing and Materials
AVA	Amplitude versus angle
AVO	Amplitude versus offset
Bbl	Barrel
BHA	Bottom-hole assembly
BOP	Blowout preventor
BOPE	Blow out prevention equipment
C	Celsius
CBL-VDL	Cement bond log – variable density log
CCS	Carbon capture and storage
CO ₂	Carbon dioxide
cP	Centipoise
DOT	Department of Transportation
DST	Drill stem test
DT	Delta time
DV	Differential valve
EOD	Environment of deposition
ERRP	Emergency and Remedial Response Plan
F	Fahrenheit
FBP	Formation breakdown pressure
ft	Feet
FPP	Fracture propagation pressure
FZI	Flow zone indicator
gal	Gallon
GC	Gas chromatograph
GS	Geologic sequestration
ID	Identification
ISIP	Instantaneous shut-in pressure
ISGS	Illinois State Geological Survey
ISWS	Illinois State Water Survey
KB	Kelly bushing
KCl	Potassium chloride
L	Liter

LAS	Log ascii standard
lb	Pound
m	Meter
MD	Measured depth
mD	Millidarcy
mg	Milligram
MI	Move-in
mi	Mile
MIT	Mechanical integrity test
mL	Milliliter
MMSCF	Million standard cubic feet
ms	Millisecond
MSL	Mean sea level
MM	Million tonnes
MVA	Monitoring, Verification, and Accounting
NACE	National Association of Corrosion Engineers
NaCl	Sodium chloride
NELAP	National Environmental Laboratory Accreditation Program
NMR	Nuclear magnetic resonance
NPT	National pipe thread
P&A	Plug and abandonment
PFO	Pressure fall-off
PGA	Peak ground acceleration
PISC	Post-injection site closure
PNC	Pulsed neutron capture
POZ	Pozzolan
ppg	Pounds per gallon
ppm	Parts per million
psi	Pounds per square inch
psig	Pounds per square inch gauge
QA	Quality assurance
QC	Quality control
QASP	Quality Assurance and Surveillance Plan
RPD	Relative percent difference
RU	Rig up
SCADA	Supervisory Control and Data Acquisition
SCSSV	Subsurface safety valve
SEM	Static Earth Model
SF	Safety factor
SIC	Standard Industrial Classification
SOP	Standard operating procedures
SP	Spontaneous potential
SPF	Shots per foot
SSTVD	SubSea true vertical depth
TD	Total depth
TDS	Total dissolved solids

TEG	Triethylene glycol
UIC	Underground Injection Control
USDW	Underground source of drinking water
USGS	United States Geological Survey
v	Volume
vClay	Clay fraction
VSP	Vertical Seismic Profile
XRD	X-ray diffraction
XRF	X-ray fluorescence

1.0 Project Narrative

1.1 Project Background and Contact Information

Marquis Carbon Injection, LLC's primary goal of this project is to capture and sequester carbon dioxide (CO₂) near Hennepin, Putnam County, Illinois. As this application will show, the Marquis Biocarbon Project site possesses outstanding features which once developed will enhance the standing of Illinois as the country's leader in the geological sequestration of CO₂.

The Marquis Biocarbon Project will result in the sequestering over a million tons per year of pure biogenic CO₂ upon project completion without the development of any advanced stack gas cleanup technologies. Additionally, carbon capture and storage can play a key role in reducing the carbon intensity for hydrogen hubs being developed within Illinois and the ongoing efforts to reach climate neutrality.

The potential of the project has been confirmed by an extensive campaign of data collection from regional sources and included drilling, logging, reservoir testing and core sampling a deep characterization well (MCI MW 1) and acquiring a comprehensive two-dimensional (2D) seismic program which was completed in 2021, and a high-density three-dimensional (3D) seismic program which was completed in 2022. The 3D high density seismic data will be tied to the site characterization well data and the CO₂ velocity modeling in order to provide the most accurate prediction of CO₂ plume development over time. The 3D seismic data will also serve as a baseline survey for future time-lapse 3D surface seismic surveys. The information collected did not show the potential for faulting or significant fracture pathways that would affect the containment of CO₂ at the Marquis Biocarbon Project site. This data collection program was specifically acquired to support this application and was designed to address the specific requirements of the EPA Class VI rule.

A robust earth model has been built and calibrated using this new data and modeling results clearly indicate that the Marquis Biocarbon Project site has world class subsurface characteristics making it an ideal location for the safe and efficient sequestration of CO₂. The Mt. Simon sandstone formation has very favorable characteristics at the site and the overlying Eau Claire shale provides a significant cap rock to prevent upward migration of CO₂.

1.1.1 Project Goals

In this project, Marquis Carbon Injection, LLC plans to:

- Construct a capture and compression system at the ethanol facility
- Build the infrastructure needed to transport CO₂ to the injection site
- Drill injection (MCI CCS 3) and monitoring (MCI MW 2 and MCI ACZ 1) wells to inject and monitor CO₂, respectively

- Monitor the subsurface for any potential impacts to the deepest underground source of drinking water (USDW)
- Upon completion of the injection phase of the project, verify stability of the CO₂ plume and decline of storage formation pressure to pre-injection levels, verify plume predictions made by the computational modelling, demonstrate non-endangerment of USDWs, and safely plug the MCI CCS 3 well and decommission associated infrastructure.

1.1.2 Partners/Collaborators

Key partners and collaborators on this project are listed in Table 1-1.

Name	Role
Marquis Carbon Injection, LLC	Owner
Marquis Carbon Injection, LLC	Storage Operator
Marquis Carbon Capture, LLC	CO ₂ Capture Operator

Table 1-1: Key project partners and collaborators.

1.1.3 Overview of the Project Timeframe

The overall timeframe of the project, including well drilling, CO₂ injection, monitoring, and closure, is anticipated to be approximately 12 years. This includes:

- 1 year for permit approval
- Construction during the second year
- 5 years of CO₂ injection and monitoring
- 5 years of post-injection site care (PISC) and monitoring

	Elapsed years											
	1	2	3	4	5	6	7	8	9	10	11	12
Class VI approval												
Construction												
Injection												
Closure												
Post-closure monitoring												

Table 1-2: Project Gantt Chart

1.1.4 Proposed Injection Mass/Volume and CO₂ Source

Total injection mass to be injected over the course of the project is 7,500,000 million tonnes (MT). This equals an annual average injection rate of 1,500,000 tonnes/ year over the 5-year injection period. The CO₂ will be sourced from an ethanol plant with an anticipated purity of 99.86%. This stream will be dehydrated and compressed to obtain the stream composition outlined in Table 1-3.

Component	Quantity
CO ₂	99.86%
Oxygen	0.03%
Nitrogen	0.1%
TEG	<0.3 Gal/MMSCF
Water Vapor	50 ppm
Hydrogen sulfide (H ₂ S)	NA

Table 1-3: Anticipated composition of the CO₂ stream injected at by the Marquis Biocarbon Project.

1.1.5 Injection Depth Waiver or Aquifer Exemption Requested

There is no injection depth waiver or aquifer expansion being sought as a part of this permit application.

1.1.6 Other Administrative Information

Table 1-4 provides the administrative information for the Class VI injection well permit application as required by 40 CFR 144.31(e)(1 through 6).

Injection Well Information	
Well Name and Number	MCI CCS 3
County	Putnam County, Illinois
Section–Township–Range	S2 T32N R2W
Non Responsive -- Geological information	
Applicant Information	
Name	Marquis Carbon Injection LLC
Address and Phone Number	10000 Marquis Drive Hennepin, IL 61327 Phone: (815) 925-7300
Project point of contact	Elizabeth Steinhour Director of Environmental Affairs
Ownership Status	Private
Status as federal, state, private, public, or other entity	Private entity
The injection well and the sequestration site are not located on Indian land.	

Table 1-4: General Class VI CO₂ injection well permit application information.

In addition to the Underground Injection Control (UIC) permit for the MCI CCS 3 well, Marquis Carbon Injection, LLC will be required to obtain authorizations, permits, and certifications from other federal, state, regional, and local agencies for the construction and operation of the CO₂ pipeline, the proposed CO₂ storage site, and associated monitoring systems.

1.2 Site Characterization

1.2.1 Regional Geology, Hydrogeology, and Local Structural Geology [40 CFR 146.82(a)(3)(vi)]

The Marquis Biocarbon Project site is located on the northern edge of the Illinois Basin near Hennepin, Putnam County, Illinois (Figure 1-1). This basin contains dominantly marine sedimentary sequences which range in thickness from 1,500 feet (ft) to 15,000 ft from north to

south. Figure 1-2 shows the generalized stratigraphic succession at the Marquis Biocarbon Project site based on the characterization well, MCI MW 1, along with the proposed injection and confining zones and hydrostratigraphy. Marquis will utilize the MCI MW 1 well as a future monitoring well under the Class VI permit. The target injection zone is the regionally extensive Cambrian-age Mt. Simon Sandstone, which is locally over 1,700 ft thick. Overlying the Mt. Simon Sandstone are regionally extensive shale units of the primary confining zone, the Cambrian-age Eau Claire Shale.

The Mt. Simon Sandstone consists of fine- to coarse-grained sandstones containing intermittent sections of pebbly conglomerates near the base and increased clay content near the top. This sandstone formation sits at a depth of almost 2,600 ft sub surface true vertical depth (SSTVD) at the Marquis Biocarbon Project site based on data from the MCI MW 1 well. The Mt. Simon Formation rests on crystalline basement rock, which represents the underlying confining unit. Overlying the Mt. Simon Formation is the primary caprock, the Eau Claire Shale.

The Eau Claire Formation consists of shale, siltstone, sandstone, and minor dolomite, as well as a basal sandstone member, the Elmhurst Sandstone. The upper portion of the Eau Claire Formation acts as a thick, confining layer for the underlying sandstones. The Eau Claire is 2,706 ft measured depth (MD) and 404 ft thick at the MCI MW 1 well. More detailed regional information for these units can be found in section 1.2.4 of this document and section 2.1.2 Site Geology and Hydrology of permit section 2, AoR and Corrective Action Plan.

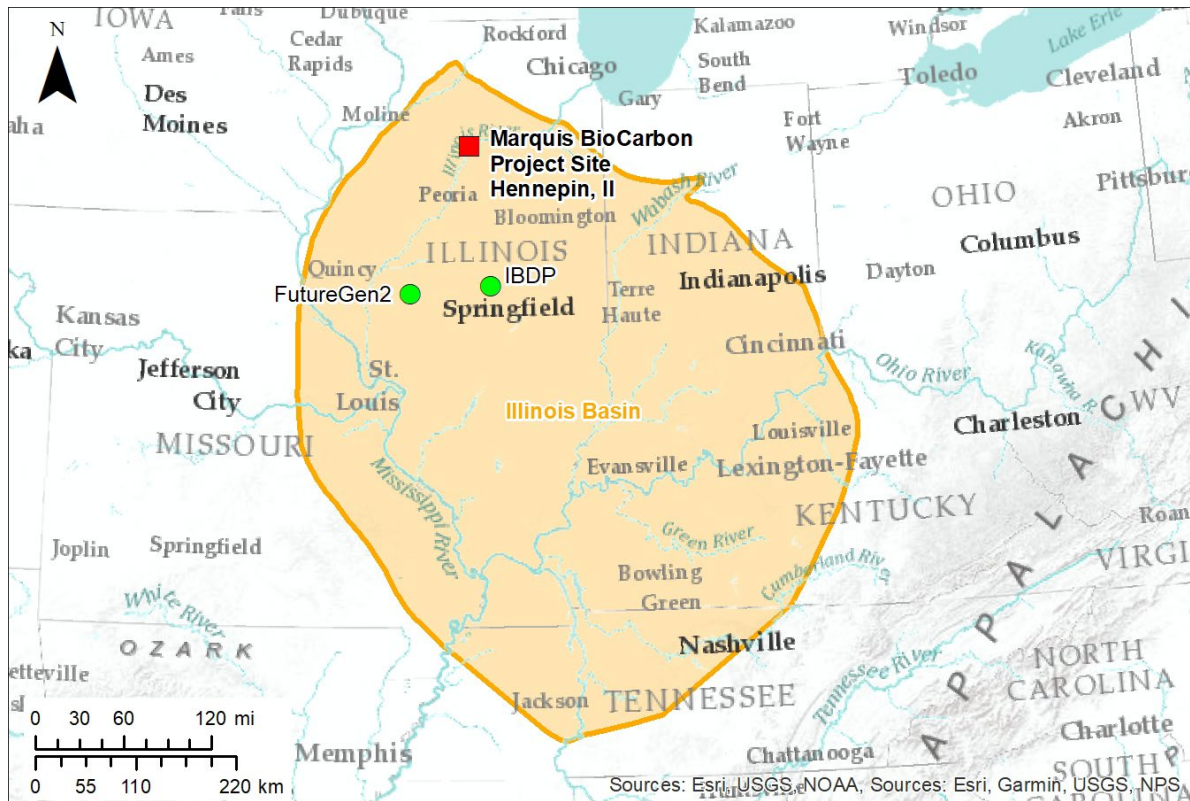


Figure 1-1: The Marquis Biocarbon Project site sits on the northern edge of the Illinois Basin. The Mt. Simon Sandstone in Hennepin, Illinois has been identified as the target injection zone for CO₂ storage. Also shown are the FutureGen2 and the Illinois Basin – Decatur Project sites, which have demonstrated the capability for CO₂ storage in the Mt. Simon Sandstone

Non Responsive -- Geological information

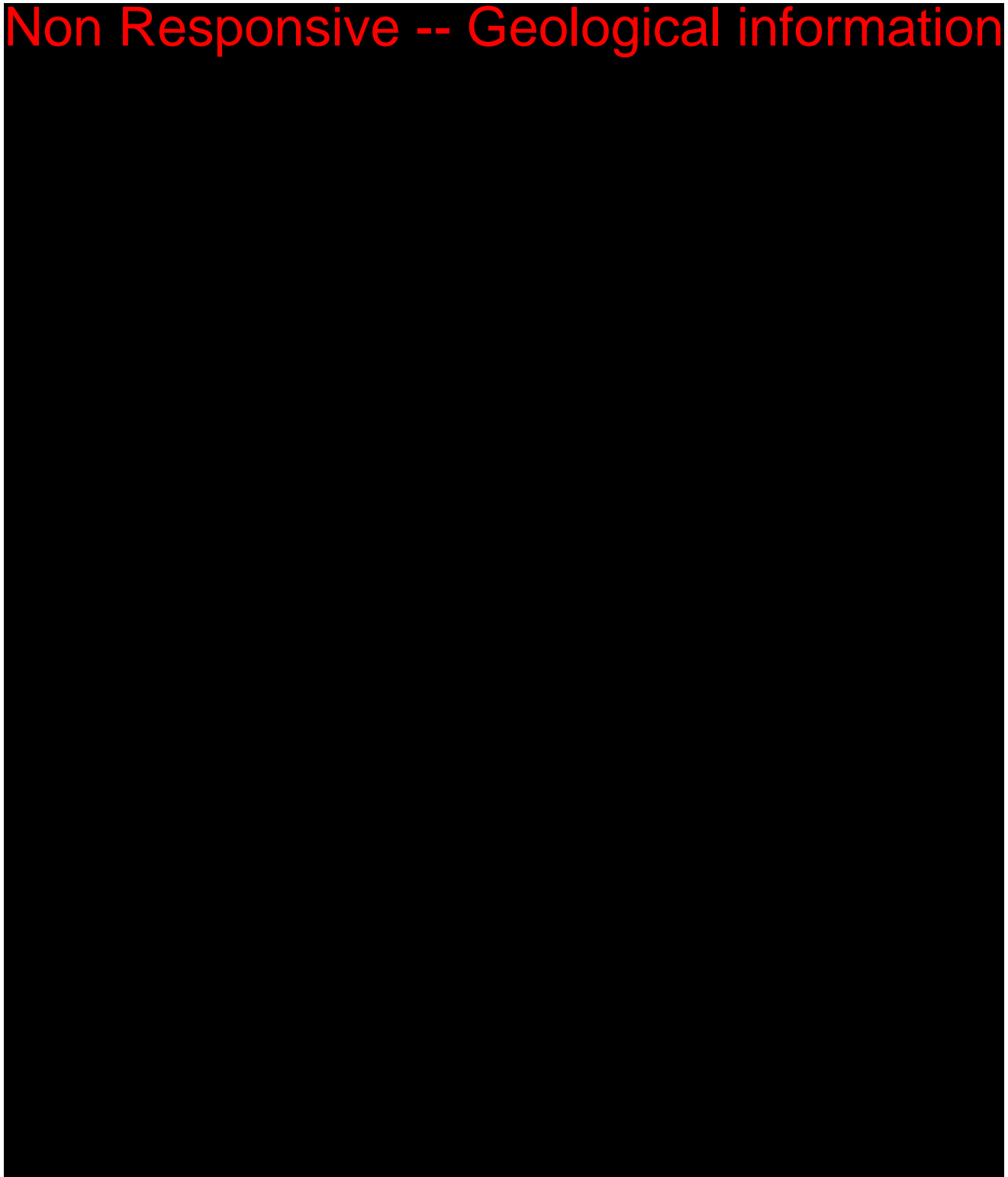


Figure 1-2: Stratigraphic column with lithology and hydrostratigraphy for the Marquis Biocarbon Project site based on data from the characterization well, MCI MW 1. ft = feet; MDKB = measured depth below kelly bushing; ppm = parts per million; USDW = underground source of drinking water.

The Precambrian basement forms a non-conformable base upon which all the sedimentary strata were deposited and is the oldest rock in the stratigraphic sequence. Locally, the basement is composed of granite and acted as a structural control during the deposition of the basal sedimentary units. The depositional thickness of the Mt. Simon is not concentric with its structural top—a shift in basin subsidence gradually caused the center of the basin to migrate southeast. While the Mt. Simon deepens to the southeast, it thickens to the northeast. During the Cambrian Period, sediments were transported from topographically higher regions, such as mountains to the north, to a shallower region in Illinois. Depositional environments of the Mt. Simon were primarily fluvial and eolian. As the paleoshoreline migrated in the Cambrian, continental shelf and shallow marine systems deposited the upper Mt. Simon Sandstone and Eau Claire Shale.

There are several geologic structures northeast of Putnam County (Figure 1-3). At the Marquis Biocarbon Project site, these structures do not appear to have a significant impact on the confining zone and saline storage reservoir. The La Salle Anticlinorium is the dominant regional structure within the basin and extends from La Salle County in north central Illinois to the southeast towards Lawrence County near Vincennes, Indiana. This feature is believed to be a drape fold or fault-propagation fold similar in structural style to monoclines that developed during the Laramide Orogeny in the western United States (Nelson, 1995). More than half of the La Salle Anticlinorium's uplift is believed to occur during Late Mississippian time, with the remaining uplift and nearby structural features occurring during the Pennsylvanian. There are small faults, anticlines, and domes near the La Salle Anticlinorium and along its trend. The Marquis Biocarbon Project site resides in an area fully off and away from the anticline. Other structural features to the northeast of Putnam County include the Kankakee and Wisconsin Arches and several minor synclines, anticlines, and domes. To the northeast of the La Salle Anticline is the Ashton Arch and the Sandwich Fault.

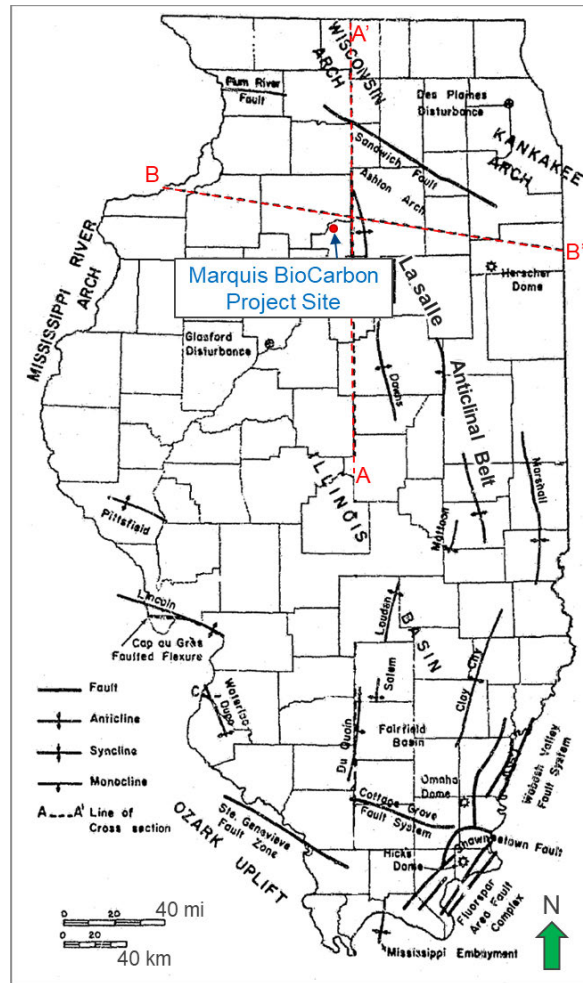


Figure 1-3: Principle geologic structures of Illinois (modified from Willman et al., 1975). Red lines A-A' and B-B' are cross section of the region, see Figure 1-5.

1.2.2 Maps and Cross Sections of the AoR [40 CFR 146.82(a)(2), 146.82(a)(3)(i)]

At the Marquis Biocarbon Project site, the Mt. Simon Sandstone is not considered an underground source of drinking water (USDW) based on salinity samples acquired from MCI MW 1 with total dissolved solids (TDS) concentrations greater than 10,000 milligrams per liter (mg/L) or 10,000 parts per million (ppm). The lowermost USDW is defined locally as the Gunter Sandstone of the Prairie du Chien Group (Knox Supergroup). At the MCI MW 1 well, the base of the Gunter Sandstone is 963 ft above the top of the Mt. Simon (Figure 1-2). USDWs in the project site range in depth from the Gunter Sandstone to shallow, near-surface glacial till aquifers. A map of the CO₂ plume, AoR, existing wells within the AoR and corresponding total depths, and proposed project wells are shown in Figure 1-4. Available well information indicates that wells inside the AoR are all shallow groundwater wells less than 220 ft MD. A total of seven shallow groundwater wells are present within the AoR. However, Marquis will be utilizing one of the existing groundwater wells and installing three additional shallow groundwater wells for

purposes of monitoring the area within the AoR. See Table 2-6 of Section 2 for details concerning the wells.

Non Responsive -- Geological information



Figure 1-4: Map showing the modeled CO₂ plume footprint, AoR, and existing and proposed project wells within the AoR.

Both the injection and confining zones are laterally extensive across the Illinois Basin. This was determined around the proposed site by correlating well data from MCI MW 1 and surrounding regional wells, as well as 2D seismic data, and regional cross sections. Regional structure and thickness maps for these units can be found in Section 1.2.4 Injection and Confining zone details.

Major geologic units and their stratigraphic relationships are depicted in regional cross sections shown in Figure 1-5. The location of these cross sections is shown in Figure 1-3. The Cambrian sedimentary rock shallows to the north, but local stratigraphic dips for the confining and injection zones are low. While the Cambrian formation is regionally affected by the La Salle Anticline northeast of Putnam County, the proposed Marquis Biocarbon Project injection well is outside of the area affected by the anticline.

Non Responsive -- Geological information



Figure 1-5: Geologic cross sections near Putnam County featuring the structural configuration of Cambrian strata that contains the target injection zone and caprock. Modified from Willman et al., 1975.

1.2.3 Faults and Fractures [40 CFR 146.82(a)(3)(ii)]

While numerous structural features have been identified regionally around the Illinois Basin, no structural faulting is expected to impact the injection or confining zones within the Area of Review for the Marquis Biocarbon Project Site. The La Salle Anticlinorium is the dominant regional structure within the basin and has associated faults which cause varied relief of the strata along its trend. The Marquis Biocarbon Project site resides in an area fully off and away from the anticline. A 2D seismic program was completed in 2021 to assess any large-scale faulting in the area. The program confirmed the absence of large-scale faulting in the vicinity of the Marquis Biocarbon Project site. An example of one of the 2D lines is shown in Figure 1-6.

Non Responsive -- Geological information



Figure 1-6: Example of 2D seismic line acquired in 2020.

1.2.4 Injection and Confining Zone Details [40 CFR 146.82(a)(3)(iii)]

Confining Unit: Eau Claire Formation

The confining zone for the Marquis Biocarbon Project is the Eau Claire Formation, which consists of interbedded shales, siltstones, sandstones, and minor dolomites. A basal Eau Claire sandstone member, the Elmhurst Sandstone, sits at 2983 ft MD and is comprised of 127 ft of fine to medium grained sandstone with interbedded siltstones and gray shales. The thickness of the Eau Claire formation varies regionally from less than 300 ft in western Illinois to more than 1,000 ft in southeastern Illinois. Locally, the Eau Claire is 404 ft thick at the MCI MW 1 well,

with 350 ft of the formation characterized as confining zone for the Marquis Biocarbon Project site. The confining zone is defined by the top of the Eau Claire (2706 ft MD at MCI MW 1) through an 11-foot-thick shale in the upper Elmhurst (3043–3054 ft MD) as shown in Figure 1-9. Confining zone properties were confirmed based on core analysis from MCI MW 1 well.

Injection Zone: Mt. Simon Formation

The main injection zone for the Marquis Biocarbon project is the Mt. Simon Sandstone, consisting of alternating intervals of well- and poorly sorted sands with variable grain size and shale content. Within the study area, the lower portion of the Elmhurst Sandstone is included as part of the injection zone because the Mt. Simon sands, and lower Elmhurst sands are considered hydraulically connected from the base of the intra-Elmhurst shale down (Golden StrataServices, 1984). The Elmhurst Sandstone is fine to medium grained, fossiliferous, and contains interbedded gray shale.

The Mt. Simon sandstone extends throughout Illinois and reduces considerably in thickness from the northeast to southwest. The Mt. Simon sands measure approximately 2500 ft thick in the northwest and decrease to less than 500 feet thick in the southwest, as shown in Figure 1-7. Several Precambrian highs present throughout the basin, which resulted in the non-deposition of the Mt. Simon Sandstone in selected areas. A regional structural contour map for the top of the Mt. Simon Sandstone is shown in Figure 1-8.

From direct measurements and sampling in the characterization well at the project site, the Mt. Simon Sandstone is 3,110 ft MD and 1,760 ft thick and has a shallow dip of 28 ft per mile (0.05% grade) to the southeast. This data corroborates the maps shown in Figure 1-7 and Figure 1-8. 2-D seismic data show no basement highs or pinch outs in the modeled area.

Non Responsive -- Geological information



Figure 1-7: Mt. Simon Sandstone thickness map over the west-central portion of the Illinois Basin
(modified from FutureGen Alliance, 2013).

Non Responsive -- Geological information



Figure 1-8: Mt. Simon Sandstone elevation depth map over the west-central portion of the Illinois Basin
(modified from FutureGen Alliance, 2013).

The Mt. Simon sandstone is subdivided into seven internal zones based on observed responses seen in geophysical and petrophysical data. These zones are numbered top down, as shown below in Figure 1-9. While differently named, these zones are roughly equivalent to Mt. Simon subdivisions used in other studies and at other sites (Fischietto, 2009; FutureGen Alliance, 2013; Freiburg et al., 2014). Generalized reservoir quality of the zones indicates highest quality sands in the lower half of the formation, a middle section of lower-quality sands, and an upper section of higher quality, which is also a trend seen at the regional scale.

Non Responsive -- Geological information

Figure 1-9: Model Zones and corresponding gamma ray, resistivity, and porosity logs. Lower part of the Elmhurst and all the Mt. Simon are considered reservoir, while the upper Elmhurst and Eau Claire shale act as the seal.

To assess site-specific properties for the injection and confining zones, a stratigraphic test well (MCI MW 1) was drilled (Figure 1-4). Multiple sample types were collected for analysis and testing to determine specific qualities of the Mt. Simon and Eau Claire formations at the Marquis Biocarbon Project site, including 6 whole cores, 28 sidewall cores, well logs, and eight dynamic formation tests with fluid samples.

An elemental neutron log was used to determine the specific lithologies present in the confining interval and injection zones by creating a continuous vClay log to use in determining intervals of shales and sands. These results were subsequently cross-checked with whole core and sidewall core samples for verification, and further validated with XRD and XRF data. The most impactful result of incorporating the elemental neutron log for lithologic classification was the

determination that the high gamma ray response near the base of the Mt. Simon, often classified as a shaley interval, is instead an interval of hot sands. This hot sand signature is likely caused by the abundance of Arkosic sands, and is a signature regionally observed near the base of the Mt. Simon formation.

The Mt. Simon Sandstone can be divided into larger blocks associated with the timing and development of the basin that affects depositional settings. Core samples from the project site were integrated with regional studies, resulting in seven distinct depositional packages in the Mt. Simon (Figure 1-9 and 1-10). These environments include eolian sand dunes, fluvial braid plains, and braid deltas that transitioned into shallow marine depositional environments as sea level rose during deposition of the upper Mt. Simon and Eau Claire. Within the regional fluvial braid plain, there are playa (flat "ponding" areas) and eolian (dunal) sedimentary areas (Figure 1-11).

The Mt. Simon consists of sandstones that are generally clean, well-sorted, and porous. Variations in sediment grain size depend on how far sediments were transported from their source and whether they were reworked by wind (eolian sandstone) or water (shallow marine sandstones modified and sorted by wave action). At the Marquis Biocarbon Project site, the lower Mt. Simon consists of conglomerate and very coarse to fine-grained sandstone deposited by braided fluvial channels and eolian systems, as well as arkosic sandstones yielding high gamma ray values in Mt. Simon zone 5 and 6. In the Upper Mt. Simon fluvial, tidal, and shallow marine depositional systems resulted in finer grained sandstone and increased clay content. During the deposition of the Eau Claire, continental shelf and shallow marine systems deposited shales, siltstones, and fine to very-fine grained sandstones with dolomitic and arkosic compositions.

Non Responsive -- Geological information



Figure 1-10: Interpreted Mt. Simon depositional environments and corresponding intraformational zones.

Non Responsive -- Geological information



Figure 1-11: Example conceptual schematic drawing of the Mt. Simon Zone 5 representing the eolian depositional environment and interpreted orientations at the Marquis site (not to scale), as well as representative bedding features in whole core (insert) acquired from Mt. Simon Zone 5. Modified from Freiburg et al. (2020).

Porosity and Permeability

Since the injection interval was characterized based on environments of deposition (EOD), EODs were incorporated into the model as objects representing channels and eolian sand deposits. These objects provided a way to constrain facies distribution throughout the model, where environmental controls on the deposition of clean sand and shale could be represented. Facies used were defined with a vClay log to separate the rock into three main types: clean sand, dirty sand, and shale. Each facies had a unique distribution of porosity values (Figure 1-12), which were utilized during the porosity property modeling process. Clean sand and dirty sand histograms had a distinctly different distribution in the Mt. Simon 2 and Mt. Simon 3 intervals, where normal distributions were centered around means which were shifted several porosity percentage points to the left (lower).

The resulting porosity property was used as a direct input into the permeability property, which was calculated using porosity-permeability transform functions derived from the NMR-based permeability log. The NMR-based permeability values were cross-checked with core-measured permeability and a strong correlation was shown. Further details can be found in the AoR and Corrective Action Plan (Permit Section 2). The porosity-permeability function was applied based on flow-based facies, which were defined using a flow-zone-indicator (FZI) log. The FZI data resulted in four additional “flow-based” facies types: High-Flow Sand, Mid-Flow Sand, Low-Flow Sand and Shale. Each lithofacies contained a component of each FZI and were subsequently divided into the corresponding amount of flow facies, which represented variabilities in pore-throat size and directly correlates to flow-potential. Two transforms were defined from this data, an upper transform for the high and medium-flow facies, and a lower transform for the shale and low-flow facies (Figure 1-13). The final permeability property was confirmed with well test results to ensure permeability height achieved in the model matched dynamic observations at the MCI MW1 well.

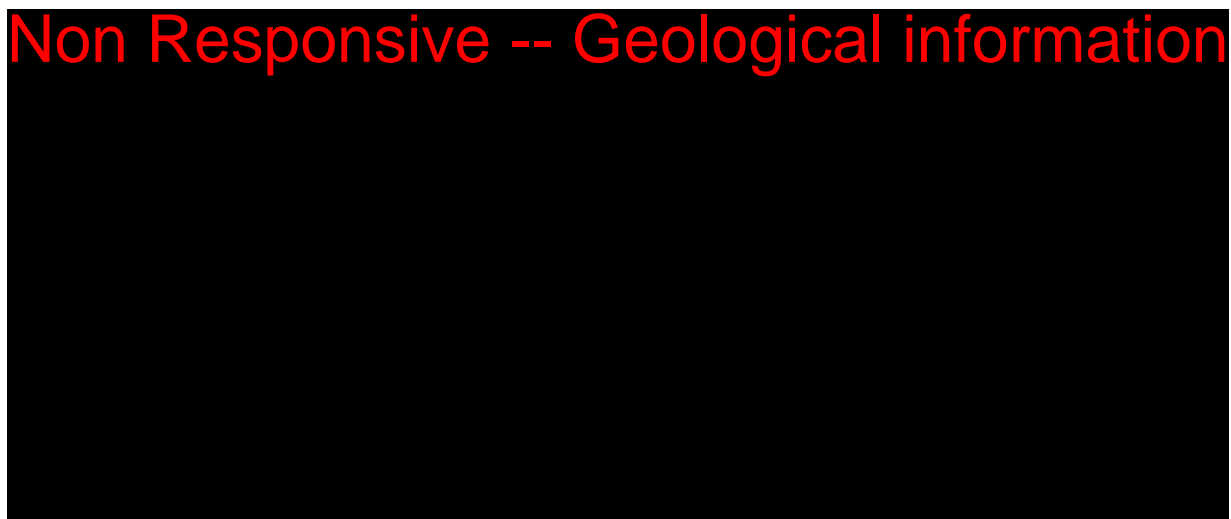


Figure 1-12: Histograms of porosity ranges by facies type showing correlative distributions for the clean sand, dirty sand, and shale facies. Distinctly different distributions for clean sand and dirty sand in Mt. Simons 2 and 3, where normal distribution means are lower.

Non Responsive -- Geological information

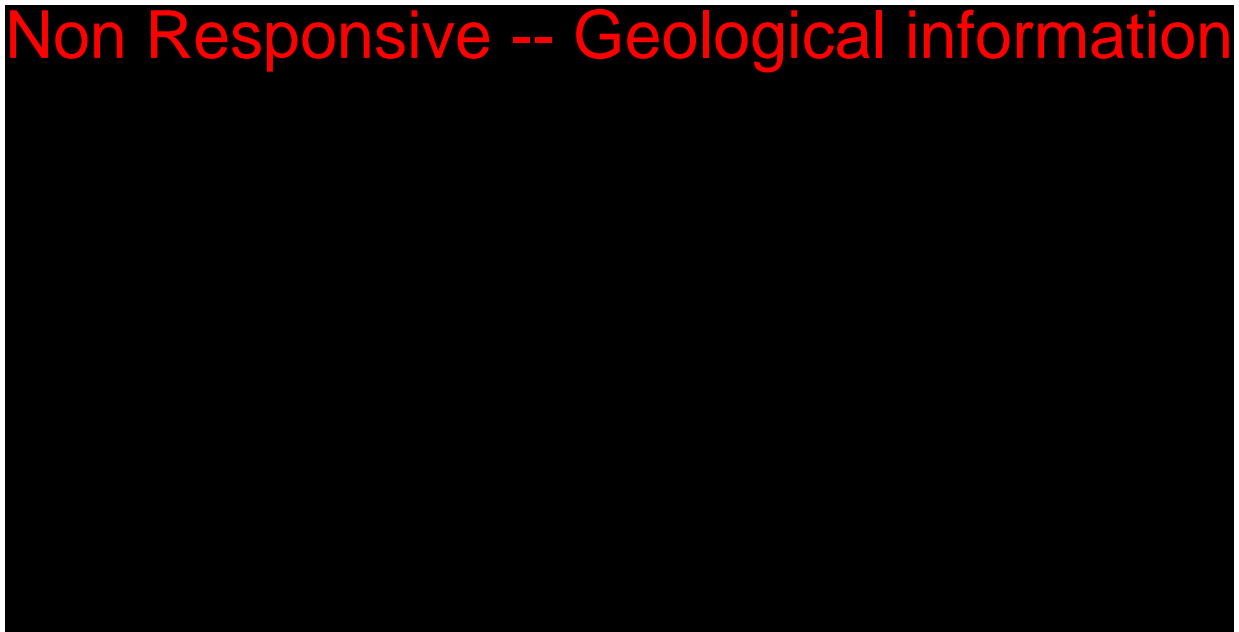


Figure 1-13: Porosity-Permeability cross-plot colored by flow facies showing the utilization of two different transforms, applied by flow-based rock classifications.

Injectivity

As discussed above, the storage capacity of the Mt Simon is sufficient for storage of high volumes of injected CO₂. To calculate the injectivity of the formation, the fracture pressure was measured in the MCI MW1 characterization well. The bottom hole injection pressure cannot exceed 90% of the fracture gradient.

Minifrac tests were performed in the MCI MW 1 characterization well to obtain the fracture pressure. Six tests were conducted: two tests in the Eau Claire Caprock and four in the Mt Simon at different depth intervals. The average fracture propagation pressure gradient of the four tests in the Mt Simon, determined during the analysis of the minifrac and used in the model as the fracture pressure gradient, was 0.76 psi/ft. This fracture gradient was used to constrain the wellbore bottom-hole pressure at the top of the perforation interval in CMG-GEM. The assigned well bottomhole pressure in the model in this case is 2207 psi (3226 ft MD*0.76*90%) following USEPA's guidelines. Using this pressure constraint, the results from the dynamic modeling shows that 7.5 MM tonnes can be injected in 5 years (Figure 1-14). The distribution of the injected CO₂ over time is shown in Figure 1-15. CO₂ does not penetrate the caprock at the end of injection. The plume diameter is predicted to be 0.1 mile to 1 mile in the x direction and 0.1 to 1.4 miles in the y direction across the injection interval (Figure 1-16).

The Area Of Review (AoR) is determined by using the average plume sizes for all layers in the model at the end of the 5-year injection period which corresponds to layer 153. The CO₂ saturation in that layer at the end of injection period was selected to define AoR. Further details can be found in the AoR and Corrective Action Plan (Permit Section 2).

Non Responsive -- Geological information



Figure 1-14: Plot of Cumulative CO₂ injection (blue) and Bottom Hole Pressure (grey).

Non Responsive -- Geological information



Figure 1-15: Development of CO₂ plume after 5 years of injection.

Non Responsive -- Geological information

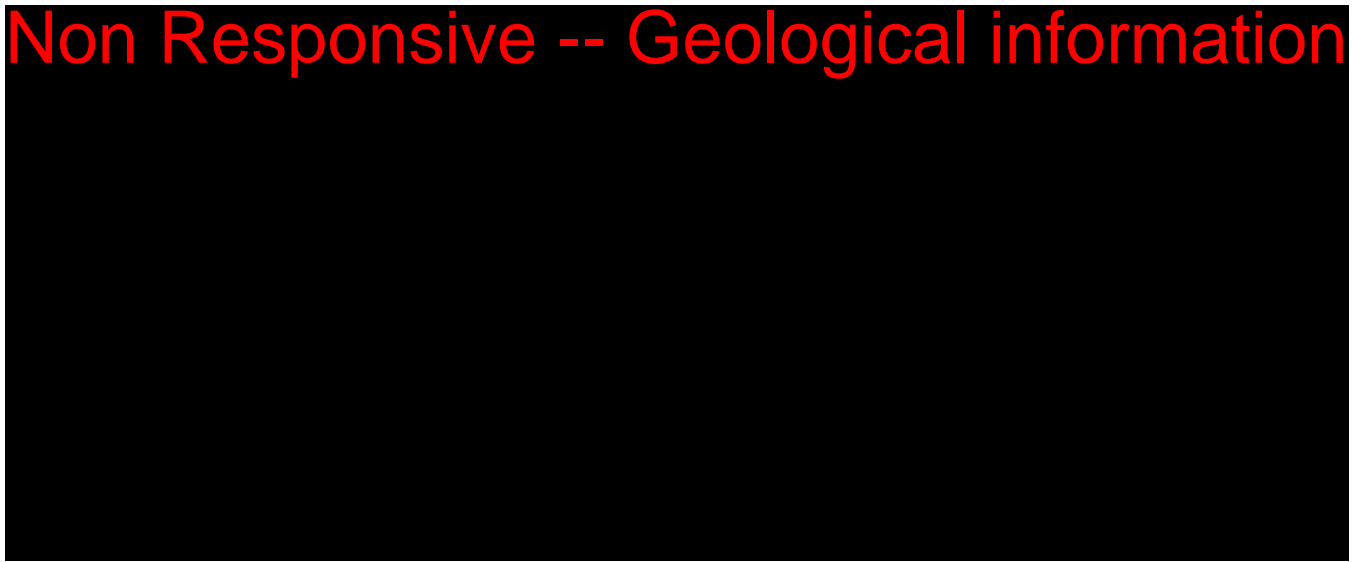


Figure 1-16: CO₂ plume in plan view for selected layers.

Uncertainty

The base case modeling shown above uses parameters derived from field data acquired in the characterization well. To assess potential variations in these parameters an uncertainty analysis has been completed which models the CO₂ plume for modified scenarios. These scenarios are utilized to ensure that the range of uncertainty in the subsurface is considered and covered within the scope of the injection and monitoring plans. The scenarios explored for the Marquis Biocarbon Project are shown in Table 1-5. Each scenario resulted in its own Static Earth Model (SEM) realization, and subsequent dynamic simulation. High and low side case runs were performed in addition to the base case to access the effects of varying porosity/permeability relationships on CO₂ plume and AoR. The permeability vs porosity plot for each case in the Mt Simon is shown Figure 1-17. Both the high and low cases were imported from the Petrel geological (SEM) model into CMG. Every parameter was the same as the base case except for porosity and permeability. The plot illustrates that there is an inverse relationship between porosity and permeability, where in the high case we have high porosity and low permeability and vice versa for the low case. Therefore, in the high case more CO₂ can be stored in a smaller CO₂ plume diameter, due to a greater pore volume.

Scenario	Scenario Objective	Plume Implication	Summary of Property Adjustments
High Side	Highest injectable volume while maintaining AoR constraints	Largest volume, smallest plume	Higher porosity, decreased permeability
Base Case	Base case volumes	Base case plume	Base case properties
Low Side	Lowest injectable volume to maintain AoR constraints	Lowest volume, largest plume	Lower porosity, increased permeability

Table 1-5: Summary of alternative subsurface scenarios for the Marquis Biocarbon Project.

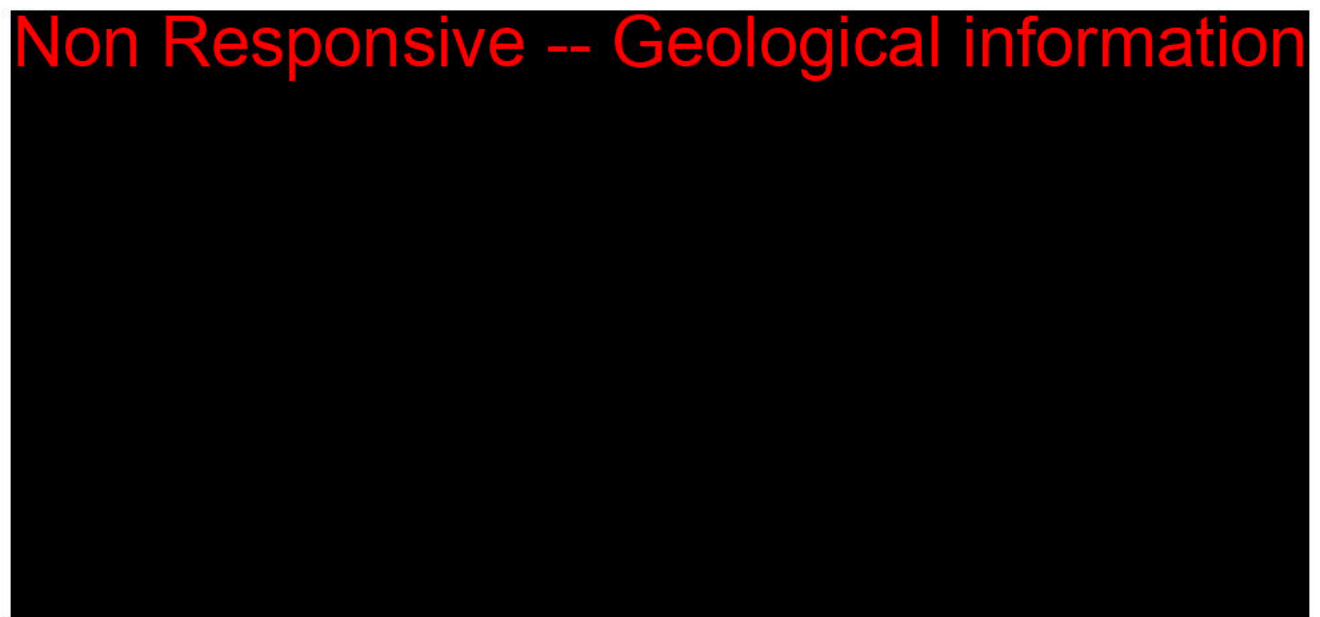


Figure 1-17: Porosity and permeability relationships for High Side Case (orange line) and Low Side Case (blue line). The numbers on the orange are permeability values, number on the blue line are porosity values.

The plume side views for the base, high side and low side cases after 3 years of injection are compared in Figure 1-18. The low side case scenario results in a larger overall plume diameter compared to the other two cases. Figure 1-19 shows the CO₂ plume in map view at layer 153, at the end of injection and 5 and 10 years after the injection stops for the base case scenario.

The results of the sensitivity analysis (high side case and low side case) shown in Figure 1-20 for the CO₂ plume at layer 153 shows that the AoR is smaller compared to base case scenario at the end of the injection and post injection periods. It is also shown in Figure 2-35. that the plume size in the high and low side scenarios remains mainly unchanged after 1 year post injection.

These results indicate that there is low uncertainty around the AoR extent for varying geological parameters. Further details are discussed in the AoR and Corrective Action Plan (Permit Section 2) and the Post Injection Site Closure Plan (Permit Section 9).

Non Responsive -- Geological information

Figure 1-18: CO₂ plume at wellbore cross section after 3 years of injection. The left plume diagram represents the base case, middle represents the High Side Case, and the right plume diagram represents the Low Side Case.

Non Responsive -- Geological information

Figure 1-19: CO₂ plume at layer 153 (used to delineate AoR) for the base case at the end of injection, 5 years after injection stopped, and 10 years after injection stopped.

Non Responsive -- Geological information

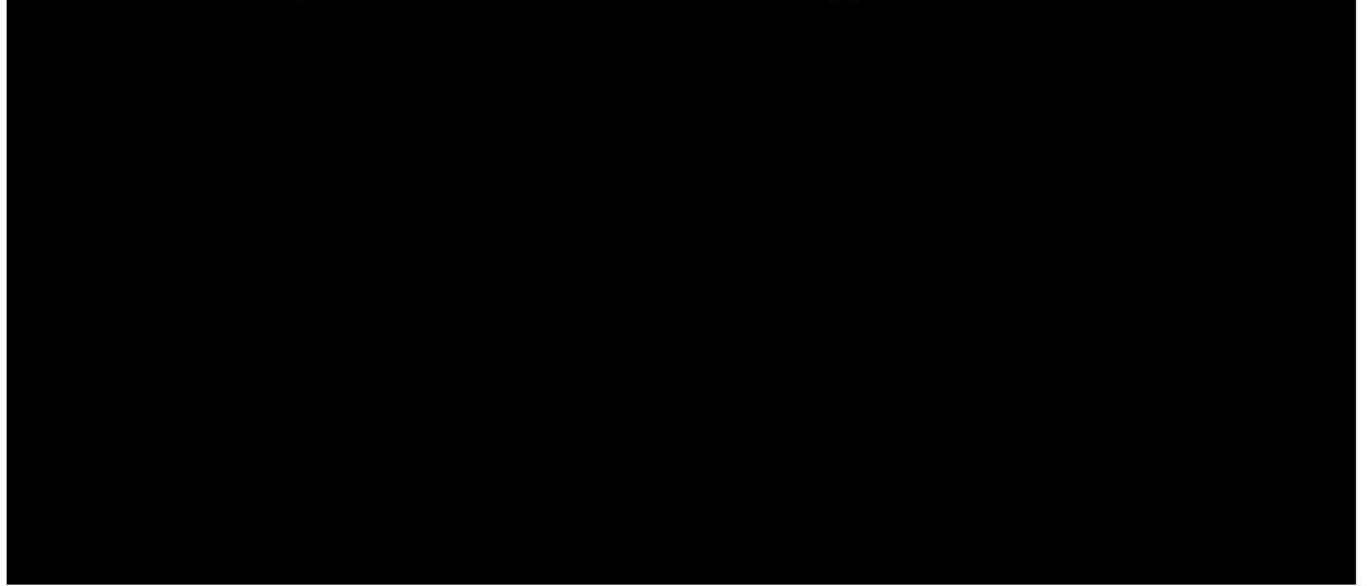


Figure 1-20: CO₂ plume at layer 153 (used to delineate AoR) at the end of injection, 1, 5 and 10 years after injection stopped for the High Side Case (top row) and Low Side Case (bottom row).

1.2.5 Geomechanical and Petrophysical Information [40 CFR 146.82(a)(3)(iv)]

A comprehensive suite of geomechanical and petrophysical data were acquired in the characterization well, MCI MW 1. A full description is given in the Pre-Operational Testing Program (Permit Section 5). In summary, minifrac tests were conducted in the Eau Claire shale confining zone and Mt Simon Sandstone to measure geomechanical properties such as formation breakdown pressure (FBP), fracture propagation pressure (FPP), instantaneous shut-in pressure (ISIP), and fracture closure pressure. Tested intervals are shown in Table 5-8 of the Pre-Operational Testing Program.

These data are used to calculate the fracture propagation pressure in the Mt Simon and Eau Claire caprock described above in section 1.2.4.

1.2.6 Seismic History [40 CFR 146.82(a)(3)(v)]

The seismic history for the area was characterized using publicly available data from the United States Geological Survey (USGS). In Illinois, most of the seismicity occurs in the southern and southeastern part of Illinois where two seismic zones, Wabash Valley, and New Madrid, are located. Central Illinois is an area that has been historically low in earthquakes and induced seismicity (Figure 1-21). Statewide, the largest earthquake had a magnitude of 5.4 and occurred on April 18, 2008, in the southeastern part of the State; it caused minor structural damage. The most recent known earthquake near the Marquis Biocarbon Project occurred in 2004, approximately 25.0 miles northeast of the site (Figure 1-22). This event had a magnitude of 4.2

and an approximate depth of 6.2 mi in basement rock (USGS, 2021). Most of the seismic events in Illinois occurred at depths shallower than 1.9 mi (Figure 1-22).

Based on regional seismic hazard maps published by the USGS (2014), the Marquis Biocarbon Project site is in a low-risk region for an occurrence of a site-specific earthquake. There is a 2% probability that the level of horizontal shaking, or peak ground acceleration (PGA), due to seismic activity will exceed 8–10% of the acceleration due to gravity within 50 years (Figure 1-23).



Figure 1-21: Regional Historic Earthquakes. Modified after FutureGen Alliance, 2013. Close-up map shown in subsequent figure.

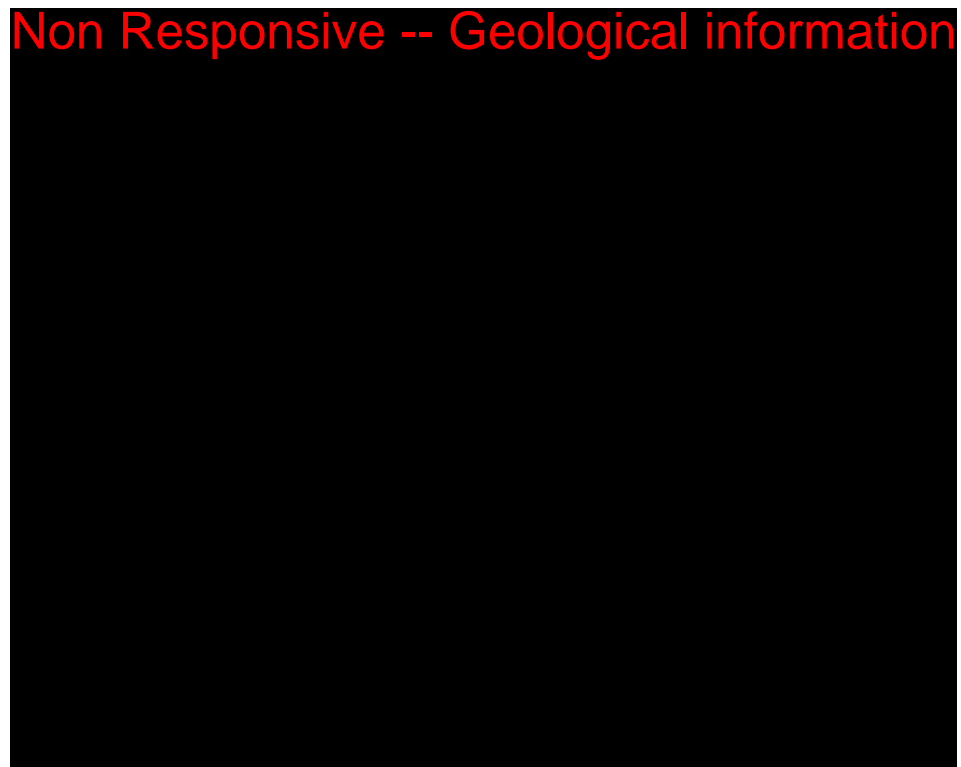


Figure 1-22: Local earthquakes since 1900 (modified from USGS, 2021).

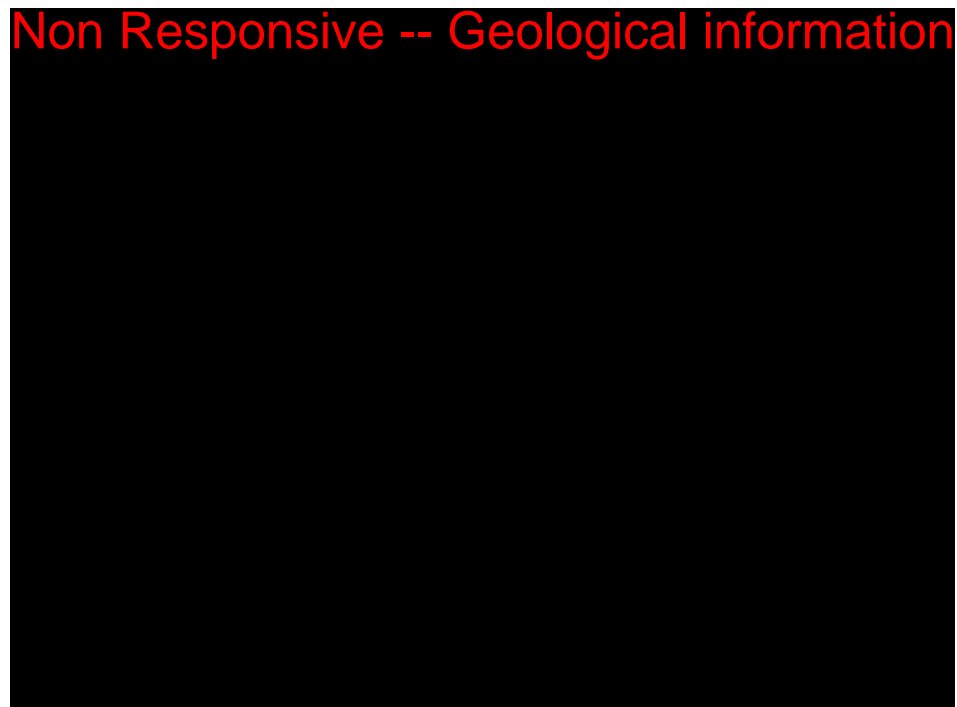


Figure 1-23: 2014 Regional seismic hazard Map for Illinois (USGS, 2014).

1.2.7 Hydrologic and Hydrogeologic Information [40 CFR 146.82(a)(3)(vi), 146.82(a)(5)]

Figure 1-2 shows the stratigraphic succession at the Marquis Biocarbon Project site MCI MW 1 well, along with the hydrostratigraphy. The subsurface hydrologic data analyzed in this study was acquired from the MCI MW 1 well and other regional wells and studies. The characterization data types, and depth coverages are detailed in the Pre-Operational Testing Program (Permit Section 5). Publicly available geologic and hydrologic data in the region, as well as well data, were compiled from well databases held by the Illinois State Geological Survey (ISGS).

The lowermost USDW is defined locally as the Gunter Sandstone of the Prairie du Chien Group (Knox Supergroup) based on salinity samples acquired from MCI MW 1 well. At the MCI MW 1 well, the base of the Gunter Sandstone is 963 ft above the top of the Mt. Simon. USDWs in the project site range in depth from the Gunter Sandstone to shallow, near-surface glacial till aquifers. Regional groundwater flows westward toward the Illinois River (Brower, 1989). Large producing wells in the area may alter this general flow direction as their drawdown cones traverse across the area of the well site. A map showing water wells within the AoR, and a table of the corresponding well information are provided in the AoR and Corrective Action Plan (Permit Section 2).

1.2.8 Geochemistry [40 CFR 146.82(a)(6)]

Aqueous and solid-phase geochemical data are available for the project site. These data were acquired during the installation of the MCI MW 1 characterization well. The geochemical data were obtained to determine:

- the deepest USDW at the project site.
- baseline geochemical data for the project site that can be used to evaluate the migration of CO₂ and brine waters at the site.
- current geochemical equilibrium conditions to evaluate the saturation relationship between the dissolved and solid-phase minerals at the site.
- geochemical reactions that may occur from the injection of CO₂.

Fluid samples were collected from eight locations/depths using drill stem testing (DST) during the drilling of the MCI MW 1 well and a single sample was collected via pumping during the hydraulic testing following drilling the well to total depth. Four samples collected via DST were collected from four separate water-bearing geologic formations above the caprock (St. Peter, New Richmond, Gunter and Galesville Sandstones) to determine the deepest USDW. In addition, the sample from the Galesville Sandstone provides a baseline condition for the geochemistry in the first water-bearing zone above the caprock, which can be compared against to determine if CO₂ or reservoir fluids are moving through the caprock. Four additional fluid samples were collected via DST over the depth of the Mt. Simon Sandstone to determine the vertical heterogeneity of the geochemistry throughout the injection reservoir. A single water sample of

the composite Mt. Simon Sandstone was collected during the reservoir testing to provide an “average” geochemical composition of the reservoir. This sample was collected after approximately 150,000 gallons of water had been pumped from the reservoir; therefore, there is confidence in the representativeness of this sample. These samples also provide baseline geochemical conditions of the injection reservoir and were used to with the geochemical equilibrium models to determine the potential for minerals to precipitate from solution or dissolve from the matrix with the addition of CO₂.

The water samples collected above the caprock and from the injection reservoir were analyzed for major cations and anions, trace metals, and general geochemical properties (i.e., pH, total dissolved solids [TDS], alkalinity, etc.). Figure 1-24 displays the chloride and TDS concentrations of from the samples collected from the MCI MW 1 characterization well. The data indicate that the chloride and TDS concentrations generally increase with depth and demonstrate that the Gunter Sandstone represents the deepest USDW at the site with a TDS concentration of 665 mg/L. Below the Gunter Sandstone, the TDS concentration increases to 23,526 mg/L in the Galesville Sandstone.

Non Responsive -- Geological information



Figure 1-24: Chloride and TDS concentrations in the water/brine samples collected from the MCI MW 1 characterization well.

1.2.9 Other Information (Including Surface Air and/or Soil Gas Data, if Applicable)

At this time, no soil gas or atmospheric monitoring have been planned as part of the Testing and Monitoring Plan (Permit Section 7.0). However, the Testing and Monitoring Plan has been designed to be adaptive to evolving project risks over the life of the project. Should project risks change or should CO₂ migrate beyond the confining layer during the injection or PISC phases of the project soil gas or atmospheric monitoring may be considered. No changes to the Testing and Monitoring or PISC and Site Closure Plan will be implemented without consultation with the UIC Program Director (UIC Director).

1.2.10 Site Suitability [40 CFR 146.83]

An extensive set of subsurface data have been acquired at the site which supports site suitability. Seismic data, core and log data from the MCI MW 1 well do not indicate any concerns regarding confining zone integrity, and it is unlikely that a secondary confinement zone will be required. The Eau Claire formation at the Marquis Biocarbon Project site has several confining shale intervals in the upper Elmhurst Submember and above. Lab-measured permeability values were less than 0.01 mD in several core samples throughout the Eau Claire, and log and seismic data do not show a presence of faulting, significant fracturing, basement highs or regional pinch out.

The Marquis Biocarbon project site is an example of a prime sequestration site for CO₂ possessing all the needed characteristics and not suffering from any detrimental attributes.

1.3 Permit Section 2.0: AoR and Corrective Action

The AoR and Corrective Action Plan is submitted to meet the requirements of Plan 40 CFR 146.82(a)(13), 146.84(b) and 40 CFR 146.84(c).

The plan describes the computational modeling approach and results. The objective of the computational modeling is to track the CO₂ plume size and shape, area of pressure buildup, and determine an AoR for CO₂ injection at the Marquis Biocarbon Project site. The Static Earth Model is a 3D geocellular model that represents the porosity and permeability of different stratigraphic formations, most notably, the intended CO₂ storage formation and overlying confining layer. This type of model was selected as it offers the best options for quantifying, representing, and visualizing the subsurface geologic interpretations for the site. The purpose of this model is to represent available pore volume and enable the estimation of CO₂ storage capacity. Primarily, this geologic model serves as the framework (in terms of delineating zones, surfaces, permeability, and porosity) for computational modeling of CO₂ injection.

The computational modeling to simulate CO₂ injection into the saline aquifer was performed using a 3D multiphase flow simulator CMG-GEM 2016 version (CMG-GEM, 2016). In addition to the geological framework imported from the SEM, additional parameters, such as relative permeability data, initial conditions, phase behavior model, and well and perforation parameters, were added to the computational model to complete the dynamic modeling. CMG-GEM is an

equation-of-state based compositional simulator that models the phase behavior of brine and CO₂ plumes during the injection and post-injection phases of a project. Multiple phases were accounted for in the computational model including aqueous, gas, and supercritical phases.

Modeling multiphase flow processes in porous media, with all components as discussed above, enables:

- Estimation of pressure buildup in the storage formation – confining layer system
- CO₂ phase behavior at storage reservoir condition
- CO₂ saturation to determine plume extent in the storage formation (Mt. Simon Sandstone)
- Ensure confining layer sealing capabilities

The estimated CO₂ saturation map and pressure buildup from modeling multiphase flow processes will predict CO₂ movement during the injection and post injection periods and delineate the AoR.

1.4 Permit Section 3.0: Financial Responsibility

The Financial Responsibility Plan is submitted to meet the requirements of 40 CFR 146.82(a)(14) and 146.85.

1.5 Permit Section 4.0: Injection Well Construction

1.5.1 Proposed Stimulation Program [40 CFR 146.82(a)(9)]

No completion stimulation is planned at this time because the reservoir quality is expected to be adequate for the planned injection volumes.

1.5.2 Construction Procedures [40 CFR 146.2(a)(12)]

A single, newly drilled injection well (MCI CCS 3) will be constructed at the Marquis Biocarbon Project site to meet the requirements of 40 CFR 146.82(a)(9) and (11). Based on information from the Illinois State Geological Survey (ISGS), no oil or gas zones are anticipated to be encountered at this location.

1.5.3 Casing and Cementing

The well will be designed using carbon steel for the casing and tubulars that are not expected to be in contact with a mixture of the injectate (CO₂) and water. That is, the conductor, surface, and intermediate casing sections will all be carbon steel. The deep casing string will be constructed with corrosion-resistant chrome (CR13) across the reservoir and caprock to total depth (TD) and carbon steel from above the caprock to surface. This section of the wellbore is expected to have intermittent exposure to CO₂-formation water mixed fluids especially in the initial phases of

injection and intermittently when well workovers are performed throughout the life of the project. Although the expected water content of the injectate stream will be less than 50 parts per million (ppm), the injection tubing string and flow-wetted injection tree components will be composed of corrosion resistant materials.

The MCI CCS 3 well will include the following casing strings: a 30-inch diameter conductor string set at a depth of approximately 80 ft; a 20-inch diameter surface string set at a depth of approximately 350 feet (ft); a 13 3/8-inch diameter intermediate string set at a depth of approximately 2,750 ft; and a 9 5/8-inch-long string set at a depth of approximately 4,950 ft. All casing strings will be cemented to surface. Any potential changes to the final well design will be discussed with the UIC Director or representative.

The deepest underground source of drinking water (USDW) was confirmed from the fluid sampling program during the characterization phase and was determined to be the Gunter Sandstone formation. Intermediate casing will be set through the Gunter and into the top of the Eau Claire caprock which will provide an additional layer of protection to the USDW.

The cemented casing strings (four in total) for the proposed MCI CCS 3 well will all be cemented back to surface. The surface strings will be cemented using Class A, H, or G cement while the intermediate string will be cemented using Class H or G cement. The injection string will be installed using Schlumberger's EverCRETE (or equivalent) as the tail mix across the injection reservoir and caprock intervals with Class G or H as the lead above the caprock. Casing details are shown in Table 1-6 and a summary of cement types is shown in Table 1-7.

Casing String Name	Open Hole Size (in.)	Outside Diameter (in.)	Setting Depth (ft rGL)	Weight (lb/ft)	Wall Thickness (in.)	Grade	Connection
Conductor	+/-36"	30	80	118	0.375	X-42	Welded
Surface	26"	20	350	94	0.438	J/K-55	Buttress or Long Round Thread
Intermediate	17-1/2"	13.375	2750	54.5	0.38	J/K-55	Buttress or Long Round Thread
Long String	12-1/4"	9.625	4970	40	0.395	L-80 (0-2750') L-8013Cr (2750' – TD)	Premium
Injection Tubing	n/a	4.5	3200	11.6	0.25	L-8013Cr	Premium

Table 1-6: Casing details.

Casing String	Appx. Depth Range (ft, MD)	Cement Type
Surface	0-350	Class A, G, or H
Intermediate	0-2,750	Class G or H

Deep	0-4,900	CO ₂ -Resistant tail slurry /Class G or H: Pozzolan blend lead slurry
------	---------	---

Table 1-7: Cement program for the CO₂ MCI CCS 3 well.

After the well has been completed, a cement bond log – variable density log (CBL-VDL) and advanced ultrasonic cement evaluation log will be run of the entire depth of the long casing string shortly after completion of the MCI CCS 3 well to confirm that the casing string was properly cemented. A baseline temperature measurement will also be acquired from surface to total depth (TD) to provide initial temperature conditions over the well.

The annular fluid will be a dilute salt solution such as potassium chloride (KCl), sodium chloride (NaCl), or similar. The fluid will be mixed on site from dry salt and good quality (clean) fresh water, or it will be acquired pre-mixed. The fluid will also be filtered to ensure that solids do not interfere with the packer or other components of the annular protection system. The likely density of the annular fluid will be approximately 9.2 ppg. Final choice of the type of fluid will depend on availability and wellbore conditions.

1.6 Permit Section 5.0: Pre-Operational Logging and Testing

The Pre-Operational Logging and Testing Plan is submitted to meet the requirements of 40 CFR 146.82(a)(8) and 40 CFR 146.87.

This plan describes the pre-operational formation testing program implemented to characterize the chemical and physical features of the injection zone and confining zone at the Marquis Biocarbon Project. The data set from MCI MW 1 well drilled and tested in the 4th Quarter of 2021 (Permit No. 010858) will form the base of the pre-operational data set. A thorough logging and testing plan was completed including wireline logging, side wall cores and whole core, fluid sampling and injection testing. This data set will be augmented as necessary by data acquired in the MCI CCS 3 well.

Details of the logging and testing program for the MCI CCS 3 well are described in section 5. These include borehole deviation surveys, wireline logging, fluid sampling and coring, as well as any additional data required by the UIC Director.

1.7 Permit Section 6.0: Well Operations

1.7.1 Operational Procedures [40 CFR 146.82(a)(10)]

This section describes the source of the CO₂ that will be delivered to the storage site, its chemical and physical properties, flow rate, and the anticipated pressure and temperature of the CO₂ at the pipeline outlet. In addition, this section provides the monitoring that will be performed on the MCI CCS 3 well to confirm that it does not provide a conduit from the storage formation to above confining zone water sources, USDW sources, or the surface.

The design basis is to capture and inject the CO₂ produced at the ethanol-production facility. The computational model was completed for the maximum annual injection rate of 1,500,000 MT and a maximum surface injection pressure of 1685 psi (90% of the fracture propagation pressure). The operational parameters of the MCI CCS 3 well are provided in Table 1-8.

Parameters/Conditions	Limit or Permitted Value	Unit
<i>Maximum Injection Pressure</i>		
Surface	1,685	psig
Downhole (top perforation)	2,207	psig
<i>Average Injection Pressure</i>		
Surface	1,200	psig
Downhole	1,562	psig
Maximum Injection Volume and/or Mass	1,500,000	MT/year
Average Injection Volume and/or Mass	1,200,000	MT/year
Annulus Pressure	150-800	psig
Annulus Pressure/Tubing Differential	100	psig

Table 1-8: Proposed operational procedures.

Based on initial design calculations, the anticipated CO₂ pressure at the pipeline outlet (i.e., at the well site) will be approximately 1,200 psi at an average temperature of 93.2°F (Table 1-9). Variability of the compressor could increase the pressure up to a maximum allowable wellhead pressure of 1,685 psig.

Injection Stream Parameter	Wellhead Specification
Ave Pressure (psi)	1,200
Ave CO ₂ Temperature (°F)	93.2
Ave Mass Flow Rate (MT/yr.)	1,200,000
Density (lb/ft ³)	34-45
Viscosity (cP)	0.073
Molecular Weight	43.99
Source: Trimeric	

Table 1-9: Wellhead injection stream specifications.

Monitoring of the MCI CCS 3 well parameters will be performed to ensure proper operation and compliance with 40 CFR 146.90(b). The wellhead injection pressure will be used to confirm that storage formation pressures remain below the regulated limit while the storage formation pressure will be measured with downhole pressure gauges. The mass injection rate will be continuously monitored to ensure the rate remains below the regulated limit. The annular pressure and temperature will be measured continuously to maintain compliance with the EPA Class VI permit and to monitor the internal mechanical integrity of the well. All monitoring will take place at the locations and frequencies shown in Table 1-10. The operation monitoring data will be connected to the main facility through a supervisory control and data acquisition (SCADA) system.

In addition to the annular monitoring system to evaluate the internal mechanical integrity of the well, a mechanical integrity test will be performed on the well after the tubing has been placed in the well and the packer has been set. External mechanical integrity will be monitored on an annual basis via temperature measurements over the entire depth of the well.

Parameter	Device(s)	Location	Min. Sampling Frequency	Min. Recording Frequency
CO ₂ stream pressure (wellhead)	Pressure Gauge	Wellhead	Every 1 min.	Every 1 min.
Mass injection rate	Coriolis Meter	Wellhead	Every 10 sec.	Every 10 sec.
Annular pressure	Pressure Gauge	Wellhead	Every 1 min.	Every 1 min.
Annulus fluid volume	Volume	Wellhead	Every 1 min.	Every 1 min.
CO ₂ stream temperature	Thermocouple	Wellhead	Every 1 min.	Every 1 min.
Notes: <ul style="list-style-type: none"> Sampling frequency refers to how often the monitoring device obtains data from the well for a particular parameter. For example, a recording device might sample a pressure transducer monitoring injection pressure once every two seconds and save this value in memory. Recording frequency refers to how often the sampled information gets recorded to digital format (such as a computer hard drive). For example, the data from the injection pressure transducer might be recorded to a hard drive once every minute. 				

Table 1-10: Sampling devices, locations, and frequencies for continuous monitoring.

1.7.2 Proposed Carbon Dioxide Stream [40 CFR 146.82(a)(7)(iii) and (iv)]

The injection stream will be monitored during the baseline and operational phases of the project (Permit Section 7.2). Prior to the start of the injection phase, the CO₂ stream will be sampled for analysis during regular plant operations to obtain representative CO₂ samples that will serve as a baseline dataset. Once the injection phase commences, samples of the CO₂ injection stream will be collected from the CO₂ delivery pipeline for analysis every three months.

1.8 Permit Section 7.0: Testing and Monitoring

The Testing and Monitoring Plan describes how Marquis Carbon Injection LLC will monitor the site pursuant to 40 CFR 146.82(a)(15) and 146.90.

The Testing and Monitoring Plan has been developed in conjunction with the project risk assessment to reduce the risks associated with CO₂ injection into the subsurface. Goals of the monitoring strategy include:

- Meeting the regulatory requirements of 40 CFR 146.90
- Protecting USDWs
- Ensuring that the MCI CCS 3 well is operating as planned
- Providing data to validate and calibrate the geological and dynamic models used to predict the distribution of CO₂ within the injection zone
- Support AoR re-evaluations over the course of the project

The Testing and Monitoring Plan will be adaptive over time in that the plan can be adjusted to respond:

- As project risks evolve over the course of the project
- If significant differences between the monitoring data and predicted dynamic modeling results are identified
- If key monitoring techniques indicate anomalous results related to well integrity or the loss of containment

Figure 1-4 illustrates the modeled CO₂ plume development over the 5-year injection period as well as the AoR.

The Testing and Monitoring Plan will outline several direct and indirect technologies used throughout the injection and PISC phases of the project that will monitor:

- Daily activities of the injection operations
- Development of the CO₂ and pressure plumes in the storage formation over time
- Well integrity
- CO₂ or brine containment within the injection reservoir
- Groundwater quality in multiple aquifers, including the deepest USDW (Gunter Sandstone) and the deepest water-bearing formation above the caprock (Galesville Sandstone)

Injection operations will be monitored through a range of continuous, daily, and quarterly techniques as detailed in the Well Operations Plan (Permit Section 6.0). Table 1-11 summarizes the proposed operational monitoring for the project.

The well integrity of the MCI CCS 3, MCI MW2, and MCI ACZ 1 wells will be monitored using a range of internal and external mechanical integrity evaluation methods. Initially, a mechanical integrity test (MIT) will be performed on the MCI CCS 3 well following the well completion to confirm internal integrity as per the Pre-Operations Testing Plan (40 CFR 146.82(a)(8), 146.87). External mechanical integrity will be confirmed through annual temperature logging and compared to baseline temperature logging data to identify any deflections from the temperature gradient that could indicate fluid flow behind the casing (40 CFR 146.90 (e)). The same internal and external integrity evaluation methods used with the MCI CCS 3 well will be used on the MCI MW 2 well. However, the annular pressure will be measured daily and adjusted as needed.

Pressure fall-off tests (PFOs) will be conducted in the Mt. Simon Sandstone in the MCI CCS 3 well when they are drilled to establish the hydrogeologic characteristics of the storage formation (Pre-Operational Testing Plan, Permit Section 5). During the injection phase of the project, a PFO will be conducted in the MCI CCS 3 well at least once every five years.

A deep groundwater well will be drilled as part of the Testing and Monitoring Plan for the project. This 'Above Confining Zone' (ACZ) well will be drilled to the top of the confining zone, the Eau Claire Formation. MCI ACZ 1 well will be adjacent to the MCI CCS 3 well to

monitor the aquifers above the confining layer. This well will be used for pressure and temperature monitoring as well as periodic fluid sampling in the Galesville Sandstone and the deepest USDW, the Gunter Sandstone. Potential CO₂ or brine migration into the Galesville Sandstone or the deepest USDW will be initially identified through pressure changes in the formation and will be confirmed through aqueous geochemistry data and analysis of stable isotopes (Permit section 5.0).

The shallow groundwater monitoring program consists of four wells (MCI GW 1-4) located on Marquis owned property and within the AoR as shown in Figure 1-4. One of these wells (MCI GW 2) is an existing well, the other three will be new wells. The 3 other existing wells identified outside the CO₂ plume, but within the AoR, are not part of the proposed groundwater monitoring program.

Monitoring Activity	Baseline Data Frequency	Injection Phase Frequency*	Location	Formation top / Depth Range (ft, MD)
Assurance Monitoring:				
Shallow Groundwater Sampling	Once/quarter	Twice/year	MCI GW 1-4 Wells within AoR	@TD
Isotope Analysis	Twice/year	Once/year	MCI GW 1-4 Wells within AoR	@TD
Operational Monitoring:				
CO ₂ Stream Analysis	NA	Quarterly	CO ₂ Delivery Pipeline	NA
Corrosion Coupon Analysis	NA	Quarterly	CO ₂ Delivery Pipeline	NA
Injection Pressure	NA	Continuous	Wellhead	Surface
Mass Injection Rate	NA	Continuous	Wellhead	Surface
Injection Volume (Calculated)	NA	Continuous	Storage Formation	Surface
Annular Pressure	NA	Continuous	Injection Well	Surface
Annular Fluid Volume	NA	Continuous	Injection Well	Surface
Temperature Measurement	Once Once	Annually Annually	Injection Well Deep Monitor Well	0 – TD 0 – TD
PFO Tests	Once	Every 5 years	Wellhead	Surface
Verification Monitoring:				
Fluid Sampling				
Gunter Sandstone	Twice/year	Twice/year	ACZ well	2,134
Galesville Sandstone	Twice/year	Twice/year	ACZ well	2,651
Upper Mt. Simon Sandstone	Twice/year	Twice/year	Deep monitor well	3,110
Isotope Analysis	Twice/year	Once/year	ACZ Well Deep monitor well	All samples
Pressure – Temperature Sensors				
Gunter Sandstone	3 months prior to injection Continuous	Continuous	ACZ Well	2,134
Galesville Sandstone	Continuous	Continuous	ACZ Well	2,651
Upper Mt. Simon Sandstone	Continuous	Continuous	Deep monitor well	3,100
PNC Logging	Once	Once/ year	Deep Monitor well ACZ Well	2,134 – TD 2,134 – TD
Microseismic Monitoring	6 months prior to injection	Continuous	Surface stations	TBD
Time-lapse 3D Surface Seismic Data	Once	Every 5 years and as required.	Surface	

Table 1-11: General schedule and spatial extent for the testing and monitoring activities for the Marquis Biocarbon Project.

MCI MW 2 will be used to monitor pressure and temperature and to take fluid samples from the Mt. Simon Sandstone in the pre-operational, injection, and PISC phases of the project (40 CFR 146.90 (g)). These gauges will continuously record the data and will be retrieved on a quarterly basis for data download. Pulsed neutron capture (PNC) logs will be acquired in the MCI ACZ 1 and MCI MW 2 to identify the intervals and concentration of CO₂ close to the wellbores and possible accumulations of CO₂ above the confining zone (Permit Section 7.8). A second, existing, deep monitoring well (MCI MW 1) will be used for far field monitoring.

Time-lapse 3D seismic data and microseismic monitoring will be used to monitor the development of the CO₂ plume and the associated pressure front through the injection and PISC phases (40 CFR 146.90 (g)). Time-lapse 3D seismic data will be used to indirectly monitor the CO₂ plume development and calibrate the computational modeling results over time (Permit Section 7.8). The seismic will also be used to verify CO₂ containment within the storage formation. This project will monitor related microseismic activity to assist in managing project risks using a surface-based microseismic monitoring array. The microseismic monitoring will be used to accurately determine the locations and magnitudes of injection-induced seismic events (Permit Section 7.8). Refer to Permit Section 7.0 for a full discussion of the Testing and Monitoring Plan.

1.9 Permit Section 8.0: Injection Well Plugging

The Injection Well Plugging Plan describes how Marquis Carbon Injection LLC will plug the injection well (MCI CCS 3) pursuant to 40 CFR 146.82(a)(16) and 146.92.

A Notice of Intent to plug the well will be submitted to the EPA at least 60 days prior to the plugging operations (40 CFR 146.92 (c)). After the project has verified that there are no external well integrity issues, the well will be flushed with buffer fluid to remove any fluids or particulates that may be present in the well. The MCI CCS 3 well casing will be plugged with cement to ensure that it does not provide a conduit outside the injection zone. Table 1-12 shows the intervals that will be plugged as well as the materials and methods that will be used to plug the intervals.

Description	Cemented Interval (ft, MD)	Formation	Plugging Method	Plug Description	
				Type	Quantity
Perforated Interval	3,126–4,900	Mt. Simon Sandstone	Retainer	CO ₂ -Resistant	681 sacks
9-5/8-in. Casing Column	2,650-2,750	Eau Claire	Balance	Class A	36 sacks
9-5/8-in. Casing Column	250-350	Pennsylvanian	Balance	Class A	36 sacks

Table 1-12: Intervals to be plugged and materials/methods used (40 CFR 146.92 (b)(2 – 4)).

The MCI CCS 3 well casing will be plugged with cement to ensure that it does not provide a conduit outside the injection zone. The injection zone will be plugged using CO₂-resistant cement, a 9-5/8-inch cement retainer constructed with corrosion-resistant materials will be set in the injection casing 100 ft above the top perforation (~ 3,126 ft MD). Cement plugs will also be placed within the injection casing string at the casing shoes of the intermediate and surface strings. One-hundred-foot-thick plugs will be placed between the 250 and 350 ft MD and between 2,650 and 2,750 ft MD. After the top cement plug has been set, the casing sections will be cut off approximately 5 ft below grade, and a steel cap will be welded to the top of the deep casing string. The cap will have the well identification (ID) number, the UIC Class VI permit number, and the date of plug and abandonment inscribed on it. Soil will be backfilled around the well to bring the area around the well back to pre-well installation grade. This area will then be planted with natural vegetation. For more information on the Well Plugging Plan, refer to Permit Section 8.

1.10 Permit Section 9.0: Post-Injection Site Care (PISC) and Site Closure

The PISC and Site Closure Plan describes the activities that Marquis Carbon Injection LLC will perform to meet the requirements of 40 CFR 146.82(a)(18) and 146.93(c).

Marquis Carbon Injection LLC will monitor groundwater quality and track the position of the carbon dioxide (CO₂) plume and pressure front for 5 years after the cessation of injection, which is the anticipated timeline for CO₂ plume and pressure front stabilization.

Based on the modeling of the pressure front as part of the area of review (AoR) delineation, pressure at the MCI CCS 3 well is expected to decrease to pre-injection levels in less than 5 years, as described below. Additional information on the projected post-injection pressure declines and differentials is presented in the permit application and the AoR and Corrective Action Plan (Permit Section 2.0).

1.11 Permit Section 10.0: Emergency and Remedial Response

The Emergency and Remedial Response Plan (ERRP) is submitted to meet the requirements of Plan 40 CFR 146.82(a)(19) and 146.94(a).

The Emergency and Remedial Response Plan (ERRP) provides actions that Marquis Carbon Injection, LLC will take in the event of an emergency and to address movement of CO₂ or formation fluid that may endanger an USDW during the construction, operation, or PISC periods.

If evidence indicates that the injected CO₂ stream, formation fluids, and/or associated pressure front may cause an endangerment to a USDW, the following actions must be performed:

1. Initiate shutdown plan for the MCI CCS 3 well.

2. Take all steps reasonably necessary to identify and characterize any release or migration.
3. Notify the permitting agency/UIC of the emergency event within 24 hours.
4. Implement applicable portions of the approved Emergency Remedial Response Plan (ERRP).

Where the phrase “initiate shutdown plan” is used, the following protocol will be employed: Marquis Carbon Injection, LLC will immediately cease injection. However, in some circumstances, Marquis Carbon Injection, LLC will, in consultation with the UIC Director, determine if a gradual cessation of injection is appropriate. If a non-emergency shutdown of the CO₂ injection system is required, the operator will complete the shutdown in a stepwise approach to prevent over-pressure situations and/or damage to the equipment. Efforts will also be made to maintain the CO₂ in the injection stream in a supercritical phase to prevent special operations during the restart of the system. Also, override of certain relays may be required to properly and safely shutdown the system.

1.12 Injection Depth Waiver and Aquifer Exemption Expansion

The Marquis Biocarbon project is not applying for a depth waiver or an aquifer exemption.

1.13 Other Information

Currently, there are no additional data to submit with this permit application. However, if additional data become available or if the UIC Director requests specific information, those data will be provided to the EPA as an amendment or addendum to this application.

References

CMG-GEM. Advance compositional and GHG reservoir simulator user's guide. Calgary, Alberta 2016.

DOE/EIS-0460. Final Environmental Impact Statement for the FutureGen 2.0 Project, Morgan County, Illinois. 2013.

FutureGen Alliance, 2013, Underground Injection Control Permit Applications for FutureGen 2.0 Morgan County Class VI UIC Wells 1, 2, 3, and 4, FG-RPT-017.

Golden StrataServices, 1984, Jones & Laughlin Steel Inc, Hennepin Illinois, UIC Permit Application, UIC-004-WI-JL, EPA Facility ID No. ILD000781591.

Golden StrataServices, 1984B, Full Core Analysis, Appendix 6.0-A, Jones & Laughlin Steel Inc, Hennepin, Illinois.

Goodman, A., Hakala, A., Bromhal, G., Deel, D., Rodosta, T., Frailey, S., Small, M., Allen, D., Romanov, V., Fazio, J., Huerta, N., McIntyre, D., Kutchko, B., Guthrie, G., 2011, U.S. DOE methodology for the development of geologic storage potential for carbon dioxide at the national and regional scale. International Journal of Greenhouse Gas Control, v. 5, p. 242–249.

Goodman, A., Sanguinito, S., Levine, J., 2016. Prospective CO₂ resource estimation methodology: Refinement of existing US-DOE-NETL methods based on data availability, International Journal of Greenhouse Gas Control, v. 54, p. 952–965.

United States Environmental Protection Agency. Geologic Sequestration of Carbon Dioxide: Underground Injection Control (UIC) Program Class VI Well Area of Review Evaluation and Corrective Action Guidance. 2013: 96 p.

United States Geological Survey (USGS), 2014, 2014 Seismic Hazard Map-Illinois. Available at: <https://www.usgs.gov/media/images/2014-seismic-hazard-map-illinois>

United States Geological Survey (USGS), 2021, Latest Earthquakes [map]. Available at: <https://earthquake.usgs.gov/earthquakes/map>

Willman, H.B., Atherton, E., Buschbach, T.C., Collinson, C., Frye, J.C., Hopkins, M.E. Lineback, J.A. and Simon, J.A. 1975. Handbook of Illinois Stratigraphy. Champaign, Illinois: Illinois State Geological Survey, Bulletin 95.